

C. DUKES SCOTT
EXECUTIVE DIRECTOR

1401 Main Street, Suite 900
Columbia, SC 29201



DAN F. ARNETT
CHIEF OF STAFF

Phone: (803) 737-0800
Fax: (803) 737-0986

JOHN W. FLITTER
DIRECTOR
ELECTRIC & GAS REGULATION

September 21, 2010

VIA ELECTRONIC FILING

The Honorable Jocelyn G. Boyd
Chief Clerk/Administrator
Public Service Commission of South Carolina
101 Executive Center Drive
Columbia, South Carolina 29210

RE: Request for Approval of Contract for Electric Service between South Carolina Electric & Gas Company and Owen Electric Steel of South Carolina d/b/a CMC Steel f/k/a SMI Steel
Docket No. 1997-294-E

Dear Ms. Boyd:

This is to acknowledge that the Office of Regulatory Staff ("ORS") has reviewed the filing in the above referenced Docket and has no objection to South Carolina Electric & Gas Company's ("Company") Request for Approval of Amendments to the Contracts for Electric Service for both the Arc Furnace and the Rolling Mill Contracts with CMC Steel. In addition, ORS has no objection to the request for confidential treatment of certain information described as proprietary and commercially sensitive. These CMC Steel manufacturing facilities are located in Cayce, South Carolina. The proposed rates are cost based and allows the customer the flexibility to better control costs and the Amendments are beneficial to the customer as well as the Company.

Thank you for the opportunity to provide our comments in this matter.

Sincerely,

John W. Flitter
JWF/swl

cc: Dan F. Arnett, Chief of Staff, SC ORS
Nanette S. Edwards, Chief Counsel, SC ORS
Jeffrey M. Nelson, Esquire, SC ORS
Benjamin P. Mustian, Esquire, Counsel for SCE&G
Damon E. Xenopoulos, Esquire, Counsel for CMC Steel
Dr. James Spearman, Executive Assistant, PSCSC